Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Honorable John J. Finnigan, Jr. Senior Counsel The Union Light, Heat and Power Company 139 East Fourth Street Cincinnati, OH 45202



Commonwealth of Kentucky **Public Service Commission**211 Sower Blvd.

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March 30, 2006

Mark David Goss Chairman

> Teresa J. Hill Vice Chairman

Gregory Coker Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2006-00024 The Union Light, Heat and Power Company

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on March 30, 2006.

Executive Director

BOD/sh Enclosure



COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF THE ELECTRIC)
SERVICE RECONNECTION CHARGE) CASE NO. 2006-0002
OF THE UNION LIGHT, HEAT AND	
POWER COMPANY)

ORDER

On February 3, 2006, The Union Light, Heat and Power Company ("ULH&P") applied for authority to increase the reconnection charges in its electric service tariffs. The proposed increases are from \$15 to \$25 for an electric-only customer, and from \$21 to \$38 for a combined electric and gas customer. ULH&P's proposed charges will mirror the increased reconnection charges recently approved by the Commission in ULH&P's gas rate case, Case No. 2005-00042.¹

ULH&P's application was filed pursuant to Commission Regulation 807 KAR 5:011, Section 10, which authorizes a utility to revise a non-recurring rate, such as a reconnection charge, without having to file for a general adjustment in rates. By Commission letter dated February 8, 2006, ULH&P was notified that its application was deficient under Commission Regulation 807 KAR 5:011, Section 10(1)(a), because it lacked specific cost justification for the proposed increases. ULH&P was also notified, by Commission letter dated February 10, 2006, that since the proposed reconnection charge of \$38 for a combined electric and gas customer had already been approved in Case No. 2005-00042, no further approval was now needed and the \$38 reconnection

¹ Case No. 2005-00042, Application of The Union Light, Heat and Power Company for an Adjustment of Gas Rates, Order dated December 22, 2005.

charge could be implemented by a revised tariff issued under the authority of the December 22, 2005 Order in Case No. 2005-00042. On February 21, 2006, ULH&P cured the filing deficiency by providing the requisite cost justification for the proposed \$25 reconnection charge for an electric-only customer.

Based on the evidence of record and being otherwise sufficiently advised, the Commission finds that ULH&P has provided sufficient cost justification to support its proposed \$25 electric service reconnection charge and has properly given notice to the public of the proposed charge. Based on the cost justification, the Commission further finds the reconnection charge to be reasonable.

IT IS THEREFORE ORDERED that:

- 1. ULH&P's proposed \$25 reconnection charge for electric service is approved effective as of the date of this Order.
- 2. Within 20 days of the date of this Order, ULH&P shall file its revised electric reconnection charge tariff showing the date issued and that it was issued by authority of this Order.

Done at Frankfort, Kentucky, this 30th day of March, 2006.

By the Commission

ATTEST

Executive Director